

DSB PRODUCT COMMITTEE MEETING MINUTES

Meeting:	The 139 th DSB Product Committee Meeting				
Date:	19-May-2020	Time:	15.00 – 16.30 UTC	Location:	DSB Offices / Teleconference
Chairs:	Harry McAllister, BNP Paribas Joseph Berardo, Intercontinental Exchange				
Attendees:	Voting Members Michael Burg, State Street Financial Jourik De Lange, Smartstream RDU Tia Ellerman, Citigroup Uwe Hillnhuetter, Tradeweb Adam Lister, Bloomberg L.P. Rene Muller, Hamburg Commercial Bank AG Jonah Platt, Citadel Gregg Rapaport, DTCC Michael Sandro Bauch, Allianz Global Investors Kirston Winters, MarkitSERV	Non-Voting Members David Broadway, The IA Karel Engelen, ISDA Vincent Dessard, EFAMA Fiona Willis, GFMA	Observers Emma Kalliomaki, DSB Board Ayo Fashina, FCA Robert Stowsky, CFTC	Designated DSB Officer Malavika Solanki, DSB	DSB Secretariat / Alternate DDOs Simon Wiltshire, DSB Nathan Dagg, DSB Adam Grace, DSB
Apologies:	Ben Scofield, Refinitiv Jay Shotton, JP Morgan Olga Petrenko, ESMA Olaf Kurpiers, BaFIN Jim Northey, FIX TC				
Absences:	Maros Oberman, 42 Financial Services Eiichiro Fukase, JSDA				

No	Topics
1	Introduction & Agenda
2	Competition Law Reminder
	Presented
3	Review Minutes from Previous Meeting
	The minutes for the prior meeting are considered final.

4 Announcements

DSB Current COVID19 Status

The DSB have extended the state heightened awareness through to July.

Industry Consultation

PC Members were reminded that the 2021 Industry Consultation paper was published on 30 April and can be found on the DSB Website. The current consultation closes at 5pm UTC on Monday 1 June 2020 and Members were encouraged to review this year's consultation and provided any relevant feedback.

UPI ISO Process

PC Members were reminded that ISO UPI NWIP ballot has closed and were informed that a ballot to determine the convenor of the new UPI standard setting working group was ongoing, and that the relevant the ISO working group will meet for the first time in June.

Dynamic Enumerations

PC Members were reminded that templates containing de-coupled values for the most volatile enumerations were now available in the test environment, with Production rollout expected in late June 2020.

5 Open Actions

368	The ISDA Symbology Group are to report back on industry consensus for the publication of new Reference Rates relating to €STR. <i>No Update from ISDA. Action to be reviewed again at the next meeting</i>	OPEN
377	DSB to publish Terms of Reference for the 2020 Industry Consultation Product Tasks to members of the PC	OPEN
385	DSB to reach out to ISO to in order to understand the means by which the DSB will be notified of updates to the BenchmarkCurveNameCode. <i>The DSB are to work with Trade Associations and approach ISO outlining the need to be notified of updates to the BenchmarkCurveNameCode.</i> >Action410	CLOSED
392	The DSB to provide regulators with an update of the gap analysis presented to the PC	CLOSED
398	The DSB to distribute the RTS2 Mapping Analysis Terms or Reference and supporting ESMA material to the PC members.	CLOSED

6-9 Current DSB Tasks

		Status	Priority
DSB-12	New Template : Inflation Cap Floor Release a new template for Inflation CapFloor products in line with the ISDA 2.0 taxonomy. <i>Scheduled for release into Production: 23 May 2020</i>	Release	Med
DSB-48	Equity Option : Strike Price Type Equity Options do not include a qualification for the Strike Price that defines the type of Strike Price that has been entered -eg: Price, Percentage, BP, Yield or Other.	Tech	High
DSB-52	Set Maximum Number of Items in Arrays	Tech	Low

	The system needs to impose a maximum number of input values against each array to protect the system from unvalidated input.		
DSB-54	Last Updated Date Time Required Ensure that the LastUpdateDateTime attribute is marked as “Required” on all product templates	Tech	Low
DSB-62	CFI Code Service DSB-managed service that will return CFI codes for any OTC derivative products without the associated generation of an ISIN (Analysis Only).	Analysis	Med
DSB-63	RTS 2 Sub-Asset Class Mapping To provide a mapping of DSB products to MiFID II (RTS 2) Sub-Asset Class and publication in machine-and human-readable formats (Analysis Only). <i>See Item 13</i>	Prep	High
DSB-64	ISIN to LEI Mapping for Single Name CDS To examine how GLEIF’s ISIN-LEI mapping facility can be used to increase the quality of data for single name CDS ISINs (Analysis Only).	Prep	Low
DSB-65	Underlying Instrument Index Mapping To examine mapping of Underlying Instrument Index to Underlying Instrument Identifier (eg: ISIN) for unique ISIN creation from either attribute (Analysis Only).	CP20	Med
DSB-66	GUI Search Utility Improvements To examine how the GUI-based search utility may be improved to allow users to perform searches without search semantic knowledge (Analysis Only).	CP20	Low
DSB-88	Strike Price Validation The validation of Strike Price is expected to vary depending upon the setting of the Strike Price Type (see above).	Tech	High
DSB-90	Price Multiplier Validation The Price Multiplier is subject to inconsistent rounding when very large numbers are input (eg: greater than 18 digits).	Tech	Med
DSB-133	Prop Index Process Analysis Analyse the Proprietary Index management provision in order to identify efficiency and service improvements.	In Prog	Low
DSB-139	CFI Codes for Equity Options It is currently possible for an Equity Option to generate a CFI code in which the 4 th character is set to “X” (eg: HESXMC)	In Prog	High
DSB-152	ESTR ISO 20022 Mapping for RTS23 Support mapping of EUR-EuroSTR-COMPOUND Ref. Rate to an ISO20022 4-char code in order to satisfy the ESMA guidance for RTS23. <i>Scheduled for release into Production.</i>	Sched	High

DSB-153	New FpML Reference Rates The following Ref Rates have been added to the latest FpML Coding Scheme and are to be added to the DSB templates: USD Swap Rate-BCMP1; USD Treasury Rate-BCMP1. <i>Scheduled for release into Production: 21 June 2020.</i>	Sched	High
DSB-154	Turkish Lira Reference Rate The DSB has been made aware of the imminent release of a Turkish Reference Rate -to be included in DSB templates once the FpML Coding Schema has been updated. <i>Scheduled for release into Production: 21 June 2020.</i>	Sched	High
DSB-333	New Credit Indices Request to add a number of underlying Credit Indices to the Credit and Cross Asset templates <i>Scheduled for release into Production: 21 June 2020.</i>	Sched	High
DSB-370	CFI 2019 Support Support the updated 2019 ISO Standard for CFI (10962) throughout the DSB product suite.	In Prog	High
DSB-396	New CZK OIS Reference Rate The DSB has been made aware of the imminent release of a CZK OIS Reference Rate –for inclusion following FpML Coding Scheme has been updated.	Queue	Low

10 DSB-370: CFI 2019 Adoption

The DSB presented the proposed CFI 2019 implementation with an assessment of the impact. In summary;

- CFI 2019 support will be implemented in a single (big bang) release.
- The CFI Code will not be updated on existing ISINs.
- The CFI Code will be generated at the time that the request is made.

The PC posed various questions about the proposed DSB approach, with respect to data availability in End of Day files and the impact on users' CFI search and downstream reporting processes.

The PC expressed the need to understand the regulators expectations for the industry. >**Action411**

*DSB to provide an update to regulators following any updated approach being shared with the DSB PC. >**Action412.***

*The DSB to obtain regulatory feedback after the initial outreach by the DSB. >**Action413.***

*The DSB to distribute the CFI 2019 Adoption Analysis material to the PC members. >**Action414.***

12 DSB-139 : Non Standard Option

The DSB was asked to contact the organisations responsible for the majority of the impacted ISINs in order to understand the reason for the generation of ISINs without an Option Type or Exercise Style.

The feedback was that Options may have an underlier that is a basket of options with varying Option Types and Styles and the responders do not believe the existing choices adequately define the Option Type and Exercise style for these securities.

The PC requested further detail from the respondents, specifically their suggestions. >**Action415**.

*The DSB to distribute the Non-Standard Options feedback from the organisations responsible for the majority of the impacted ISINs to the PC members. >**Action416**.*

13 DSB-63: RTS2 Mapping

The proposed Terms of Reference for the RTS2 Mapping was presented to the PC.

The DSB received no feedback and no issues were raised in the meeting. The proposed terms of reference are now **APPROVED**.

14 Related Activities in Industry

PC members were informed of industry discussions highlighting the need for a focus on data alignment, resulting from the publication of sample RTS-2 Sub-class Identification codes by ESMA, and the potential impact on OTC ISIN level data. There was a need to determine whether and how a centralised identification approach might assist industry in ensuring consistency of reporting data.

15 Product Release Schedule

The DSB postponed March release is to go ahead this w/e 23rd May.

The DSB's next product release is currently in UAT and is on course for release June 21st

AOB

Respectfully submitted,

DSB Secretariat

Minutes Approved on:

Summary of Open Actions		Owner	Target Date
368	The ISDA Symbology Group are to report back on industry consensus for the publication of new Reference Rates relating to €STR.	ISDA	07-Apr-20
377	DSB to publish Terms of Reference for the 2020 Industry Consultation Product Tasks to members of the PC	DSB Sec	24-Mar-20
410	The DSB are to work with Trade Associations and approach ESMA outlining the need to be notified of updates to the BenchmarkCurveNameCode.	DDO	30-July-20
411	The DSB to reach out to the regulators seeking guidance on what the expectations for CFI 2019 adoption are for industry	DDO	
412	DSB to provide an update to regulators following any updated approach being shared with the DSB PC	DDO	
413	The DSB to obtain regulatory feedback after the initial outreach by the DSB	DDO	
414	The DSB to distribute the CFI 2019 Adoption Analysis material to the PC members.	DSB Sec	02-Jun-20
415	The DSB to reach out to organisations that responded to the request for Non Option feedback and ask for further suggestions.	DSB Sec	02-Jun-20
416	The DSB to distribute the Non-Standard Options feedback from the organisations responsible for the majority of the impacted ISINs to the PC members.	DSB Sec	02-Jun-20

Summary of New or Updated DSB Tasks		Status	Priority